

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 6323

BILL NUMBER: HB 1233

NOTE PREPARED: Dec 6, 2012

BILL AMENDED:

SUBJECT: School Corporation Capital Projects Fund.

FIRST AUTHOR: Rep. Battles

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL**
 DEDICATED
 FEDERAL

IMPACT: Local

Summary of Legislation: This bill provides that money in a school corporation's Capital Projects Fund may be used to pay for contracted services.

Effective Date: July 1, 2013.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures: The bill could decrease expenditures from the school General Fund and increase expenditures in the school Capital Projects Fund for contracted services. The contracted services that could be paid from the Capital Projects Fund would include services such as maintenance services, snow removal, trash removal, mowing and lawn services, and pest control services. The amount of the transfer of expenditures would depend on local school board action.

Background: For FY 2012, schools spent about \$543.4 M on maintenance of school buildings and grounds from the school General Fund. Of the \$543.4 M, about \$37.8 M was for contracted services. Expenditures from the Capital Project Funds totaled about \$826 M in FY 2012. The balances in the Capital Project Funds totaled about \$416.8 M on December 30, 2011.

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Local schools.

Information Sources: Department of Education databases.

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